



Order.<sup>1</sup>

### BACKGROUND

Plaintiff filed a complaint on September 26, 2003, seeking review of the Commissioner's denial of disability benefits.<sup>2</sup> Following Defendant's answer, Plaintiff filed a motion for summary judgment. The motion for summary judgment asserted that the Commissioner's denial should be reversed, and benefits should be awarded, because: (1) the Administrative Law Judge ("ALJ") allegedly failed to offer any reason to reject the treating physician's opinion that Plaintiff is disabled; and (2) the ALJ allegedly failed to offer clear and convincing reasons to reject Plaintiff's subjective complaints of pain. See "Notice of Motion and Motion for Summary Judgment, etc.," filed March 30, 2004.

On May 7, 2004, the parties stipulated to remand the matter to the Social Security Administration for further proceedings pursuant to sentence four of 42 U.S.C. section 405(g). The Court entered an order and a judgment accordingly. See "Stipulation to Voluntarily

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<sup>1</sup> On January 20, 2004, the parties filed a consent to proceed before a United States Magistrate Judge for all purposes. Thus, the Motion properly is before the Magistrate Judge. See 28 U.S.C. § 636(c).

<sup>2</sup> Plaintiff filed at least two applications for benefits with the Social Security Administration that were denied initially and on reconsideration. See Administrative Record, filed February 6, 2004 ("A.R.") pp. 12, 52. Administrative Law Judges then conducted hearings and eventually issued unfavorable decisions. A.R. 12-18, 52-57. The Appeals Council denied review. A.R. 5-7. Plaintiff's current counsel did not represent Plaintiff in those proceedings. A.R. 12.

1 Remand Pursuant to Sentence Four of 42 U.S.C. § 405(g) and to Entry  
2 of Judgment; Order Thereon" and "Judgment of Remand," filed May 7,  
3 2004.

4  
5 Following remand, the Administration conducted proceedings  
6 that resulted in a favorable decision for Plaintiff and an award of  
7 past-due benefits from December 1998, totaling approximately \$68,097.  
8 See Exhibits 2 and 3 filed with the Motion.<sup>3</sup> Of this award, the  
9 Commission withheld \$17,024.25 (i.e., 25 percent) for attorney fees.  
10 See "Defendant's Response to Plaintiff's Motion for Attorneys' Fees  
11 Pursuant to 42 U.S.C. § 406(b)," p. 5, n. 4.

12  
13 Counsel for Plaintiff now moves for \$18,500 in fees, which  
14 counsel asserts is \$8.25 less than 25 percent of the approximated  
15 award.<sup>4</sup> Counsel acknowledges that any award made under section 406(b)  
16 must be offset by the \$2,600 in attorney fees counsel previously  
17 recovered under the Equal Access to Justice Act ("EAJA"). See  
18 Motion, p. 3; "Stipulation for the Award and Payment of Attorney Fees  
19

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20 <sup>3</sup> Exhibit 3 does not provide the total amount of past-due  
21 benefits or the amount withheld for attorney fees. See Motion,  
22 Exhibit 3, pp. 2-3 (setting forth monthly past-due benefit amounts  
23 but noting that amounts do not include deductions or rounding).  
Rounding down the chart's monthly benefits to the nearest dollar  
(as the Administration notes it must do), yields a total of \$68,097  
past-due benefits to Plaintiff. See id. at 1.

24 <sup>4</sup> In the handwritten notes on Exhibit 3 to the Motion,  
25 counsel for Plaintiff appears to have miscalculated the amount of  
26 past-due benefits for December 2005 through April 2006. See Motion,  
27 Exhibit 3, p. 2. The Court construes counsel's request as a  
28 request for \$17,024.25 in fees in accordance with the fee  
agreement. See Emerson v. Barnhart, 2005 WL 1799217 (D. Kan.  
Jul. 25, 2005) (similarly limiting request to contractual rate  
where Plaintiff's counsel sought more than 25 percent of past-due  
benefits after having made a mathematical error).

Under the EAJA, etc.," filed July 12, 2004; 28 U.S.C. § 2412. In support of the Motion, counsel for Plaintiff submitted a copy of the fee agreement between Plaintiff and counsel, which provides for a contingent fee of 25 percent of any past-due benefits awarded on the reversal of any unfavorable ALJ decision. See Motion, Exhibit 1 at ¶¶ 3-4.

#### APPLICABLE LAW

Under 42 U.S.C. section 406(b), the Court may allow attorney fees in a "reasonable" amount, not to exceed 25 percent of the total past-due benefits awarded to the claimant. The Court has an independent duty to ensure that a section 406(b) contingency fee is reasonable. See id.; Gisbrecht v. Barnhart, 535 U.S. 789 (2002) ("Gisbrecht").<sup>5</sup>

The United States Supreme Court has explained that section 406(b):

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<sup>5</sup> Section 406(b)(1) provides:

Whenever a court renders a judgment favorable to a claimant . . . who was represented before the court by an attorney, the court may determine and allow as part of its judgment a reasonable fee for such representation, not in excess of 25 percent of the total of the past-due benefits to which the claimant is entitled . . . In case of any such judgment, no other fee may be payable . . . for such representation except as provided in this paragraph.

See 42 U.S.C. § 406(b)(1)(A). Section 406(b) supplements section 406(a), which provides that the Commissioner may award attorney fees to a successful claimant's counsel for work performed before the Social Security Administration. See 42 U.S.C. § 406(a).

1 . . . does not displace contingent-fee agreements as  
2 the primary means by which fees are set for  
3 successfully representing Social Security benefits  
4 claimants in court. Rather, § 406(b) calls for court  
5 review of such arrangements as an independent check, to  
6 assure that they yield reasonable results in particular  
7 cases. Congress has provided one boundary line:  
8 Agreements are unenforceable to the extent that they  
9 provide for fees exceeding 25 percent of the past-due  
10 benefits. Within this 25 percent boundary . . . the  
11 attorney for the successful claimant must show that the  
12 fee sought is reasonable for the services rendered.

13  
14 Gisbrecht at 807 (citations omitted).

15  
16 When a contingency fee falls within the 25 percent boundary,  
17 as here, Gisbrecht instructs that the Court appropriately may reduce  
18 counsel's recovery:

19  
20 . . . based on the character of the representation and  
21 the results the representative achieved. If the  
22 attorney is responsible for delay, for example, a  
23 reduction is in order so that the attorney will not  
24 profit from the accumulation of benefits during the  
25 pendency of the case in court. If the benefits are  
26 large in comparison to the amount of time counsel spent  
27 on the case [thereby resulting in a windfall], a  
28 downward adjustment is similarly in order.

1 Id. at 808 (citations omitted) (emphasis added); see also Straw v.  
 2 Bowen, 866 F.2d 1167, 1169-70 (9th Cir. 1989) (in traditional, non-  
 3 contingency fee analysis, the court multiplies reasonable hours  
 4 expended by the prevailing market rate to arrive at a "lodestar  
 5 figure"; the court may adjust the lodestar figure by considering the  
 6 factors identified in Kerr v. Screen Extras Guild, Inc., 526 F.2d 67,  
 7 70 (9th Cir. 1975), cert. denied, 425 U.S. 951 (1976), to the extent  
 8 the lodestar figure does not already subsume such factors).  
 9 Gisbrecht does not instruct precisely how a district court should  
 10 quantify the "downward adjustment" when the court concludes such an  
 11 adjustment is "in order."

12  
 13 Justice Scalia dissented in Gisbrecht, expressing concern that  
 14 the majority opinion "does nothing whatever to subject [section  
 15 406(b)] fees to anything approximating a uniform rule of law."  
 16 Gisbrecht, 535 U.S. at 809. Justice Scalia's concern may have been  
 17 well-founded. To date, there have been 43 reported decisions  
 18 applying Gisbrecht to section 406(b) fee requests. A survey of these  
 19 cases reveals considerable divergence and scant evidence of any  
 20 "uniform rule of law."

21  
 22 **A. Post-Gisbrecht Decisions Awarding the Full 25 Percent of**  
 23 **Past-Due Benefits**

24  
 25 Slightly more than half, or 23, of the reported decisions  
 26 applying Gisbrecht to section 406(b) requests have awarded attorney  
 27 fees in the amount of the requested 25 percent of past-due benefits.  
 28 The stated justifications for these awards vary widely. For example,

1 five of the decisions generally defer to the fee agreement,  
 2 apparently without considering whether the benefits obtained were  
 3 large in comparison to the time counsel spent representing the  
 4 claimant.<sup>6</sup> Four decisions mention the size of the recovery in  
 5 comparison to the time spent, but nonetheless deem the contingency  
 6 fee "reasonable" because of the supposed difficulties in representing  
 7 the claimants and/or the exceptional results obtained.<sup>7</sup>

8  
 9 <sup>6</sup> See Colegrove v. Barnhart, 2006 WL 1716823 \*1 (W.D.N.Y.  
 10 Jun. 23, 2006) (awarding section 406(b) fee equating to 25 percent  
 11 of past-due benefits in accordance with contract without discussing  
 12 reasonableness of fee); Silliman v. Barnhart, 421 F. Supp. 2d 625,  
 13 626 (W.D.N.Y. Mar. 27, 2006) (generally deferring to contingency  
 14 fee agreement where attorney obtained good results, without delay,  
 15 and attorney's skill resulted in efficient representation); Thomas  
 16 v. Barnhart, 412 F. Supp. 2d 1240, 1244 (M.D. Ala. 2005) (awarding  
 17 fees that together with section 406(a) fees equated to a 25 percent  
 18 recovery, reasoning that any reduction would encourage delays,  
 19 questionable timekeeping and unnecessarily lengthy papers and would  
 20 require the court to determine a reasonable hourly rate - precisely  
 21 the lodestar method that Gisbrecht rejected); Kopulos v. Barnhart,  
 22 318 F. Supp. 2d 657, 668-69 (N.D. Ill. 2004) (awarding section  
 23 406(b) fees equating to 25 percent as "reasonable" because the fees  
 24 were consistent with the contingency fee agreement and the  
 25 statutory cap, and the Commissioner did not object to the award);  
 26 and Deane v. Barnhart, 2003 WL 23707219 \*1 (W.D. Va. Nov. 21, 2003)  
 27 (deeming 25 percent reasonable given the risks in contingent  
 28 litigation).

19 <sup>7</sup> See Whitehead v. Barnhart, 2006 WL 681168 \*5 (W.D. Tenn.  
 20 Mar. 14, 2006) (awarding contract rate even though *de facto* hourly  
 21 rate for time spent before court was \$982; court refused to  
 22 interpret "windfall" to permit a reduction based solely on a  
 23 quantitative comparison between *de facto* hourly rate and normal  
 24 hourly rates, and instead found the fee "reasonable" considering  
 25 that counsel provided quality representation and argued novel,  
 26 case-specific and risky position to obtain over \$100,000 in past  
 27 due benefits); Joslyn v. Barnhart, 389 F. Supp. 2d 454, 456  
 28 (W.D.N.Y. 2005) (awarding fees that together with section 406(a)  
 fees equated to a 25 percent recovery where the "unusually long"  
 17-year period of disability and the challenge arguing and proving  
 the ALJ was biased justified the "large" award amounting to an  
 (unmentioned) \$810.61 *de facto* hourly rate); Droke v. Barnhart,  
 2005 WL 2174397 \*2 (W.D. Tenn. Sep. 6, 2005) (awarding section  
 406(b) fees equating to 25 percent of past-due benefits where *de*  
*facto* hourly rate was \$830.82 - 5.5 times larger than counsel's  
 normal hourly rate - considering that counsel was an experienced  
 (continued...)

Each of the remaining 14 decisions awarding 25 percent of past-due benefits approves the fee request based at least in part on a finding that the *de facto* hourly rate for counsel's time was "reasonable." Eleven of these 14 decisions calculate the *de facto* hourly rate based only on the time counsel spent before the court.<sup>8</sup> Three of these decisions calculate the *de facto* hourly rate based on

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<sup>7</sup>(...continued)  
attorney who achieved "exceptional" results); and Mudd v. Barnhart, 2003 WL 23654009 (W.D. Va. 2003), aff'd, 418 F.3d 424 (4th Cir. 2005) (awarding same where fee was "reasonable" based on the substantial time and effort the attorney devoted to the case at both the court and administrative levels, where *de facto* hourly rate for court time was \$736.84).

<sup>8</sup> See Whitehead v. Barnhart, 2006 WL 910004 \*2 (W.D. Mo. Apr. 7, 2006) (awarding fees that together with section 406(a) fees equated to a 25 percent recovery, where *de facto* hourly rate was \$373.17 for time spent before the court); Morris v. Barnhart, 2005 WL 3107746 \*2 (W.D. Tenn. Nov. 15, 2005) (awarding same where *de facto* hourly rate was \$291, and noting that counsel faithfully represented client for a number of years); Pennington v. Barnhart, 2005 WL 2654358 \*2 (W.D. Va. 2005) (awarding same where *de facto* hourly rate was \$135.50); Faircloth v. Barnhart, 398 F. Supp. 2d 1169, 1174 (D.N.M. 2005) (awarding same where \$510.25 *de facto* hourly rate was similar to other fees awarded in the past in the District of New Mexico for contingent fee cases); Emerson v. Barnhart, 2005 WL 1799217 \*1 (D. Kan. Jul. 25, 2005) (awarding same where \$150 *de facto* hourly rate was less than counsel's normal hourly rate); Mitchell v. Barnhart, 376 F. Supp. 2d 916, 923 (S.D. Iowa 2005) (awarding same where *de facto* hourly rate was \$327.80 - 1.6 times counsel's normal hourly rate); Lambert v. Barnhart, 2005 WL 991731 \*2 (W.D. Va. 2005) (awarding section 406(b) fees equating to 25 percent of past-due benefits where *de facto* hourly rate was \$136.45); Brannen v. Barnhart, 2004 WL 1737443 \*6 (E.D. Tex. Jul. 22, 2004) (awarding fees that together with section 406(a) fees equated to a 25 percent recovery, where \$304.40 *de facto* hourly rate was close to counsel's normal hourly rate, but adding "[to] focus too sharply on hourly rates and time would essentially return to the lodestar approach rejected in Gisbrecht"); Hussar-Nelson v. Barnhart, 2002 WL 31664488 \*3 (N.D. Ill. Nov. 22, 2002) (awarding same where \$393 *de facto* hourly rate on recovery for time spent before the court was similar to or less than other awards, and where counsel demonstrated great skill and devoted substantial time to reaching the result); and Coppett v. Barnhart, 242 F. Supp. 2d 1380, 1383 (S.D. Ga. 2002) (awarding same where *de facto* hourly rate was \$350.49, noting that the best indicator of reasonableness is the fee agreement).



1 the time counsel spent before the court combined with the time  
2 counsel spent before the agency.<sup>9</sup>

3  
4 **B. Post-Gisbrecht Decisions Awarding Full Amount Requested,**  
5 **But Less than 25 Percent of Past-Due Benefits**  
6

7 Eight of the reported decisions applying Gisbrecht have  
8 awarded the full amount requested, when the amount happened to be  
9 less than 25 percent of the claimant's past-due benefits. In seven  
10 of these decisions, the court appears to have considered the amount  
11 of time spent in relation to the benefits obtained.<sup>10</sup> In the

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12  
13 <sup>9</sup> See Henshaw v. Barnhart, 317 F. Supp. 2d 657, 662 (W.D.  
14 Va. 2004) (awarding section 406(b) fees equating to a 25 percent  
15 recovery of past-due benefits where *de facto* hourly rate was \$250  
16 for time before the court and the agency); Bartrom v. Barnhart,  
17 2003 WL 21919181 \*3 (N.D. Ind. Feb. 26, 2003) (awarding fees that  
18 together with section 406(a) fees equated to a 25 percent recovery,  
19 where *de facto* hourly rate on entire recovery for time spent before  
20 the court and the agency was only \$20.31); and Thompson v.  
21 Barnhart, 240 F. Supp. 2d 562, 565 (W.D. Va. 2003) (awarding  
22 section 406(b) fees equating to 25 percent, where *de facto* hourly  
23 rate for time spent before the court and the agency was \$187.55,  
24 and the average lodestar rate was \$200 per hour).

25 <sup>10</sup> See McPeak v. Barnhart, 388 F. Supp. 2d 742, 747 (S.D.  
26 W.Va. 2005) (approving request for fees that together with section  
27 406(a) fees equated to a 19.7 percent recovery of past-due  
28 benefits, where *de facto* hourly rate for time spent before the  
court was \$681.82, and where defendant offered no cognizable reason  
to reduce the amount of the fee requested); Coley v. Barnhart, 2005  
WL 991727 \*2 (W.D. Va. Apr. 28, 2005) (approving request for  
section 406(b) fees equating to a 20.4 percent recovery of past-due  
benefits, where *de facto* hourly rate was \$312.50); Thomas v.  
Barnhart, 2005 WL 894886 \*2 (W.D. Va. Apr. 18, 2005) (approving  
request for 8.4 percent of past-due benefits, where *de facto* hourly  
rate was \$206.84); Yarnevich v. Apfel, 359 F. Supp. 2d 1363, 1364,  
1366 (N.D. Ga. 2005) (approving request for 18.4 percent of past-  
due benefits where *de facto* hourly rate for both attorney and  
paralegal time was \$643, and majority of work was performed by a  
paralegal); Claypool v. Barnhart, 294 F. Supp. 2d 829, 830 (S.D.  
W.Va. 2003) (approving request for only nine percent of past-due  
benefits where *de facto* hourly rate was \$1,433.12, and thus full 25

(continued...)

remaining case, the court emphasized the fact that the fee was not disputed.<sup>11</sup>

### C. Post-Gisbrecht Decisions Reducing Fees

The remaining 12 reported decisions applying Gisbrecht have awarded fees in amounts greater than the amounts that would have been recovered under counsel's standard hourly rates, but less than the requested 25 percent of past-due benefits. These decisions vary significantly in the manner in which the decisions reduce the fees:

- Two decisions reduce the fees to a *de facto* hourly rate 2.5 times counsel's normal hourly rate.<sup>12</sup>
- Three decisions reduce the fees based on amounts the judge previously had adjudicated to be reasonable in

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<sup>10</sup> (...continued)  
percent recovery would have yielded a contingent fee of roughly \$50,000); Hearn v. Barnhart, 262 F. Supp. 2d 1033, 1035 (N.D. Cal. 2003) (approving request for 18.2 percent of past-due benefits where *de facto* hourly rate was \$450); and Dodson v. Com'rs of Social Security, 2002 WL 31927589 (W.D. Va. Oct. 22, 2002) (approving request for 12.2 percent of past-due benefits where *de facto* hourly rate was \$694.44 and claimant's recovery was large).

<sup>11</sup> See Boyd v. Barnhart, 2002 WL 32096590 \*3 (E.D.N.Y. Oct. 24, 2002) (approving request for 23.8 percent of past-due benefits where (unmentioned) *de facto* hourly rate was \$454.96, noting that case was not submitted on boilerplate pleadings and Commissioner did not dispute the request).

<sup>12</sup> See Van Nostrand v. Barnhart, 2005 WL 1168428 (W.D. Tex. May 12, 2005) (reducing fees from \$15,053.25 to \$11,400 for a *de facto* hourly rate of \$500 - 2.5 times counsel's normal hourly rate); and Ogle v. Barnhart, 2003 WL 22956419 \*5-6 (D. Me. Dec. 12, 2003) (reducing fees from \$25,727 to \$4,572.50, and decreasing the *de facto* hourly rate from \$2,180.25 to \$387.50 - 2.5 times counsel's normal hourly rate for court-related time; noting issues raised were not complex).

other cases or had experienced in practice and on the bench.<sup>13</sup>

- Five decisions reduce the fees markedly, but without any precise explanation regarding how the court calculated the reduction.<sup>14</sup>
- One decision excludes fees attributable to paralegal time.<sup>15</sup>
- One decision excludes fees for past-due benefits

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<sup>13</sup> See Hodges-Williams v. Barnhart, 400 F. Supp. 2d 1093, 1099-1100 (N.D. Ill. Dec. 6, 2005) (reducing fees from \$26,699.75 to \$9,275.00, for a *de facto* hourly rate of \$350 based on judge's own experience in private practice and with the court); Van Lewis v. Barnhart, 2004 WL 3454545 \*1 (W.D. Va. Jun. 11, 2004) (reducing fees to *de facto* hourly rate of \$225, representing the highest hourly rate generally approved by the court in noncontingency fee cases); and Martin v. Barnhart, 2003 WL 24131169 \*1 (W.D. Va. Jul. 2, 2003) (reducing fees from \$10,189 to \$7,135 based on an award of 70 percent of the fees sought for the same counsel in another case; (unmentioned) *de facto* hourly rate was \$424.20).

<sup>14</sup> See Grunseich v. Barnhart, 2006 WL 2048324 \*1 (C.D. Cal. Jun. 8, 2006) (reducing fees from \$10,000 to \$7,074, decreasing the *de facto* hourly rate from \$1,242.36 to \$600 for attorney time, and from \$157 to \$120 for paralegal time, where counsel and paralegal spent a total of only 11.5 hours on the case and sought only 12.5 percent of past-due benefits); Perez v. Barnhart, 2006 WL 781899 \*2 (E.D. Pa. Mar. 23, 2006) (reducing fees from \$20,563.50 to \$13,932, decreasing *de facto* hourly rate from \$1,195.55 to \$810); Milam v. Barnhart, 387 F. Supp. 2d 656, 657-59 (W.D. Va. Aug. 29, 2005) (reducing fees from \$9,986 to \$6,300 for a *de facto* hourly rate of \$500, rejecting Report and Recommendation recommending original amount); Wallace v. Barnhart, 2004 WL 883447 \*4 (N.D. Iowa Apr. 22, 2004) (reducing fees from \$7,872.50 to \$4,750 for a *de facto* hourly rate of \$180.95; noting that the time spent researching issue that was neither complex nor unusual seemed high); and Brown v. Barnhart, 270 F. Supp. 2d 769, 772 (W.D. Va. 2003) (reducing fees from \$8,641.50 to \$6,000 for an (unmentioned) *de facto* hourly rate of \$977.20; court did not explain how it reached reduced fee).

<sup>15</sup> See Roark v. Barnhart, 221 F. Supp. 2d 1020, 1023-26 (W.D. Mo. 2002) (reducing fees from \$6,576 to \$2,729.78 for a *de facto* hourly rate of \$338.29, denying fees for paralegal time where counsel did not provide sufficient evidence to support an award for the paralegal, and noting case was not novel or difficult).

recovered for the claimant's minor children.<sup>16</sup>

**D. Lack of Uniformity; Lack of Guidance**

In sum, therefore, the reported decisions suggest that district courts applying Gisbrecht have not been uniform in their approach.<sup>17</sup> It does appear, however, that most (but not all) of these courts have drawn on a traditional lodestar analysis in evaluating whether a full contingent percentage recovery would amount to a "windfall," within the meaning of Gisbrecht.

As yet, there is virtually no circuit court guidance in this area. Only the Fourth Circuit has published a decision interpreting or implementing Gisbrecht. In Mudd v. Barnhart, 418 F.3d 424, 428-29 (4th Cir. 2005), the Fourth Circuit affirmed a 25 percent fee, holding that the district court appropriately considered the time counsel spent before the agency as relevant in determining the complexity of the case, the lawyering skills required, and therefore the reasonableness of higher fees. Ultimately, however, the Circuit merely deferred to the district court's determination that the fee was reasonable in that particular case. Id.

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<sup>16</sup> See Shackles v. Barnhart, 2006 WL 680960 \*2 (E.D. Pa. Mar. 15, 2006) (reducing fees from \$19,040.77 to \$12,700, decreasing the *de facto* hourly rate from \$1,120.50 to \$664.92, by deleting from calculation past-due benefits recovered for claimant's two minor children, since no extra work was needed for the recovery of these benefits).

<sup>17</sup> Doubtlessly, most decisions applying Gisbrecht are unreported.

**DISCUSSION**

Having reviewed the papers on file in this case in light of Gisbrecht and its progeny, the Court concludes that counsel has not met her burden of showing the reasonableness of the fees requested. See 42 U.S.C. § 406(b); Gisbrecht, 535 U.S. at 807. Counsel's office achieved a favorable result for Plaintiff and should be compensated above the office's normal hourly fees to recognize the risks of contingent litigation. See, e.g., Hearn v. Barnhart, 262 F. Supp. 2d at 1037 (quoting Dodson v. Commissioner of Social Security, 2002 WL 31927589: "Congress has indicated the permissibility, within limits, of rewarding attorneys for assuming the risk of going uncompensated for representing Social Security claimants."). However, the \$68,097 in past-due benefits Plaintiff recovered is large in comparison to the amount of time spent on the case by counsel's office. In counsel's June 2004 declaration submitted with her request for EAJA fees, counsel states:

My normal billing rate for matters taken on an hourly basis is \$220.00 per hour, and \$95.45 for my paralegal.

See "Petition for Attorney Fees and Expenses Under the Equal Access to Justice Act, etc.," filed June 4, 2004, at p. 9, ¶ 3. Counsel spent 16.2 hours and her paralegal spent 4.7 hours. See Motion, Exhibit 4. If compensated according to the normal hourly rates, counsel would receive:

\$220.00 x 16.2 hours = \$3,564.00

1                   \$ 95.45 x 4.7 hours       =       448.62

2                               Total Fees                   \$4,012.62

3  
4 If counsel receives the full 25 percent under the fee agreement,  
5 however, counsel will receive a fee equivalent to roughly 4.24 times  
6 her normal hourly rates (i.e., \$933.39 per hour for counsel's time  
7 and \$404.96 per hour for her paralegal's time).<sup>18</sup> Additionally, at  
8 least one court adjudicating section 406(b) fee requests has denied  
9 recovery for non-attorney time that can be compensated under the  
10 EAJA. See Roark v. Barnhart, 221 F. Supp. 2d at 1021; but see  
11 Hussar-Nelson v. Barnhart, 2002 WL 31664488 (not differentiating  
12 between 48.8 hours spent by attorney and 5.1 hours spent by law clerk  
13 in considering reasonableness of fee for work before the court).  
14

15               While the contingent risk in the present case should be  
16 compensated reasonably, it should not be compensated as richly as  
17 counsel suggests. Under the circumstances of this case, to do as  
18 counsel suggests would not be faithful to Gisbrecht. See Gisbrecht  
19 at 808 ("If the benefits are large in comparison to the amount of  
20 time counsel spent on the case, a downward adjustment is . . . in  
21 order"). Counsel spent very little time on the case in comparison to  
22

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23               <sup>18</sup> Counsel argues the fee sought is only 3.43 times a  
24 comparable hourly rate derived from the 2000 Small Law Firm  
25 Economic Survey and the 2001 Small Law Firm Economic Survey. See  
26 Motion, pp. 13-15; Exhibits 5-9 to Motion. Contrary to counsel's  
27 argument, rates other than the normal hourly rates of counsel's  
28 office do not materially aid the Court's assessment of  
reasonableness. See Gisbrecht, 535 U.S. at 808 (The hours spent by  
counsel representing the claimant and counsel's "normal hourly  
billing charge for noncontingent-fee cases" may aid "the court's  
assessment of the reasonableness of the fee yielded by the fee  
agreement."); see also Grunseich v. Barnhart, supra, 2006 WL  
2048324 at \*2 n.3 (rejecting reliance on these surveys).

1 the amount of benefits now owing, and the issues briefed in the  
 2 summary judgment motion were neither novel nor complex.<sup>19</sup>

3 ///

4 The Court finds that a downward adjustment from a full  
 5 contingency fee award is required in this case to arrive at a fee  
 6 that is "reasonable for the services rendered." After surveying the  
 7 case law, and after considering the nature of the contingent risk,  
 8 the Court finds that a fee of \$10,031.56, representing 2.5 times the  
 9 normal hourly rates of counsel and her paralegal (or a *de facto* rate  
 10 of \$550 for counsel and \$238.63 for her paralegal) is a reasonable  
 11 fee for the representation of Plaintiff before this Court. See  
 12 Brannen v. Barnhart, 2004 WL 1737443 (awarding fee that was roughly  
 13 1.01 times counsel's normal hourly rate); Wallace v. Barnhart, 2004  
 14 WL 883447 (awarding fee that was 1.25 counsel's normal hourly rate);  
 15 Hearn v. Barnhart, 262 F. Supp. 2d at 1035 (awarding fee that was  
 16 roughly 1.5 times counsel's normal hourly rate); Mitchell v.  
 17 Barnhart, 376 F. Supp. 2d at 923 (awarding fee that was 1.64 times  
 18 counsel's normal hourly rate); Coppett v. Barnhart, 242 F. Supp. 2d  
 19 at 1381 (awarding fee that was roughly twice counsel's normal hourly  
 20 rate); Roark v. Barnhart, 221 F. Supp. 2d at 1021 (same); Ogle v.  
 21 Barnhart, 2003 WL 22956419 (awarding fee that was 2.5 times counsel's  
 22 normal hourly rate); Van Nostrand v. Barnhart, 2005 WL 1168428  
 23 (same); cf. Yarnevich v. Apfel, 359 F. Supp. 2d at 1365-66 (awarding  
 24 fee that was roughly 2.85 times counsel's standard hourly rate);  
 25 Droke v. Barnhart, 2005 WL 2174397 (awarding fee that was roughly

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26  
 27 <sup>19</sup> Counsel does not argue that any of the issues raised in  
 28 Plaintiff's complaint or motion for summary judgment were  
 particularly novel or complex, nor could she persuasively so argue.

1 5.54 times counsel's normal hourly rate where counsel achieved  
 2 "exceptional" results); Claypool v. Barnhart, 294 F. Supp. 2d at 830  
 3 (awarding fee that was roughly 5.73 times counsel's normal hourly  
 4 rate where past-due benefits totaled almost \$200,000); and Whitehead  
 5 v. Barnhart, 2006 WL 681168 (awarding fee that was roughly 6.55 times  
 6 counsel's normal hourly rate where counsel argued novel, case-  
 7 specific and risky position).

8  
 9 The Court acknowledges the regrettable imprecision of its  
 10 analysis.<sup>20</sup> After Gisbrecht, counsel and their clients cannot predict  
 11 with any degree of certainty what courts will award as "reasonable"  
 12 fees under section 406(b), particularly where the benefits are large  
 13 in comparison to the amount of time spent by counsel. And, absent  
 14 further guidance from Congress or from the appellate courts, district  
 15 courts cannot have any degree of confidence that their section 406(b)  
 16 awards will be consistent with what the law intends.<sup>21</sup>

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20 <sup>20</sup> Indeed, this Court's decision is vulnerable to some of  
 21 the same criticisms that the decision implicitly directs at the  
 22 prior decisions of other courts. Arguably, there is too little  
 23 explanation for the size of the downward adjustment to 2.5 times  
 24 the lodestar figure. Why is 2.5 necessarily the appropriate factor  
 for an uncomplicated Social Security case? Would a factor of 2.0  
 or 3.0 be equally reasonable or unreasonable? Why or why not? It  
 is easier to rule than to explain.

25 <sup>21</sup> Ironically, further guidance from the appellate courts  
 26 may be unlikely, given the deference accorded to district courts in  
 27 this context. See Gisbrecht at 808 ("Judges of our district courts  
 28 are accustomed to making reasonableness determinations in a wide  
 variety of contexts, and their assessments in such matters, in the  
 event of an appeal, ordinarily qualify for highly respectful  
 review"). Speaking for itself, this Court gladly would exchange  
 some of its respect for a little more guidance.



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7 **CONCLUSION**

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9 The Motion is granted in part. Section 406(b) fees are  
10 allowed in the gross amount of \$10,031.56, to be paid out of the sums  
11 withheld by the Commissioner from Plaintiff's benefits. Counsel  
12 shall reimburse Plaintiff in the amount of \$2,600, previously paid by  
13 the Government under the EAJA.

14  
15 IT IS SO ORDERED.

16  
17 DATED: August 17, 2006.

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19 \_\_\_\_\_/s/\_\_\_\_\_  
20 CHARLES F. EICK  
21 UNITED STATES MAGISTRATE JUDGE  
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